

HOUSE BILL 1478

By Harrison

AN ACT to amend Tennessee Code Annotated, Title 9,
Chapter 21, relative to local government finance.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 9-21-406, is amended by deleting the last sentence is subsection (b) in its entirety and substituting instead the following:

The comptroller may assess reasonable cost against the local government for the investigating, reporting and correcting such obligation. The comptroller or the comptroller's designee is directed to report such determination and findings to the governing body of the local government in a public session.

SECTION 2. Tennessee Code Annotated, Section 9-21-406(c), is amended by deleting the subsection in its entirety and by substituting instead the following:

(c) Upon the recommendation of the comptroller of the treasury, the state funding board may find an individual or party to be responsible for nonperformance or to have known or should have known of the noncompliance. Upon such finding, the state funding board may impose a monetary penalty against any party to the transaction. Such monetary penalty shall not exceed the aggregate amount of interest accreted or accrued on the obligation.

SECTION 3. This act shall take effect on becoming law, the public welfare requiring it.